

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

P.E. Department- Nizam Sugars Limited (NSL) – Deposit of sale proceeds in P.D Account – Request for Adjustment of amounts in P.D Account against VRS Loan – By way of book adjustment – administrative sanction – Orders – Issued.

PUBLIC ENTERPRISES (I) DEPARTMENT

G.O.Ms.No. 3

Dated:17-09-2013

Read the following:

1. G.O.Ms.No.5, Public Enterprises (1) Dept., dated:27-01-2001.
2. G.O.Ms.No.26, Public Enterprises (1) Dept., dated:16-07-2002.
3. G.O.Ms.No.9, Public Enterprises (1) Dept., dated:25-01-2003.
4. G.O.Ms.No.12, Public Enterprises (1) Dept., dated:21-02-2003.
5. G.O.Ms.No.18, Public Enterprises (1) Dept., dated:28-02-2003.
6. G.O.Ms.No.37, Public Enterprises (1) Dept., dated:17-06-2003.
7. G.O.Ms.No.38, Public Enterprises (1) Dept., dated:17-06-2003.
8. G.O.Ms.No.41, Public Enterprises (1) Dept., dated:04-07-2003.
9. G.O.Ms.No.12, Public Enterprises (1) Dept., dated:05-07-2003.
10. G.O.Ms.No.52, Public Enterprises (1) Dept., dated:30-08-2003.
11. G.O.Ms.No.64, Public Enterprises (1) Dept., dated:16-10-2003.
12. G.O.Ms.No.74 Public Enterprises (1) Dept., dated:29-12-2003.
13. G.O.Ms.No.12, Public Enterprises (1) Dept., dated:10-08-2004.
14. From the Managing Director, Nizam Sugars Limited (NSL) Hyderabad, Letter No.HACT/FIN/711, dated 01.12.2009.
15. G.O.Ms.No.7, Public Enterprises (1) dept., dated 12-6-2012.
16. From the Managing Director, Nizam Sugars Limited (NSL) Hyderabad, Letter No.HACT/FIN/205, dated 06.05.2013.

ORDER:

Government have sanctioned an amount of Rs.72,39,07,081/- (Seventy two crores thirty nine lakhs seven thousand and eighty one only) as an interest bearing loan @15% per annum to the Nizam Sugars Limited (NSL), Hyderabad towards payment of VRS (ex-gratia) benefits to its employees vide Government Orders 1st to 13th read above.

During the process of privatization of SLPEs, as part of Public Enterprise Reform Programme of Government A.P, Implementation Secretariat (IS) in Public Enterprises Department (PED) received funds from the sale of assets of SLPEs in trust for the enterprise and the funds were utilized in the privatization of completing the transaction. Implementation Secretariat in Public Enterprises Department released sale proceeds to NSL required for discharge of secured loans to Financial Institutions and other and the remaining amount was retained by IS and deposited in Government P.D Account. The sale proceeds realized by IS, PED pertaining to NSL amounting Rs.25,62,03,113/- deposited in Government Account under head of account “8449-OTHERS DEPOSITS-120-MISCELLANEOUS DEPOSITS-SUB HEAD-99- OTHER DEPOSITS”

Orders were issued in the G.O 15th read above adjusting an amount 25,62,03,113 (Rupees Twenty five crores sixty two lakhs three thousand one hundred and thirteen only) against VRS loan amount treating the above amount as repayment of loan by the NSL to the State Government by way of book adjustment.

The M.D, Nizam Sugars Limited in the letter 16th read above has informed that the Govt. in the above G.O ordered for adjustment of Rs. 25,62,03,113 against VRS loan amount though the actual outsourcing amount of VRS loan was only Rs. 25,28,77,952 which has resulted in excess adjustment of Rs. 33,25,161/- and the AG had informed that the excess amount of Rs. 33,25,161/- is under the Head of Account 6875-90-190-03-04-001. The M.D. NSL has therefore requested to adjust the said amount as a part of Principle of another loan sanctioned by I & C Dept., for working capital purpose.

Government after careful examination of the matter hereby accord administrative sanction for adjusting an amount of Rs. 33,25,161/- (thirty three lakhs twenty five thousand one hundred and sixty one only) against the interest amount on the loan sanctioned by State Government towards VRS to employees by way of book adjustment. The above amount shall be credited to the Head of Account “0049 – Interest receipts -04- Interest receipts of State Government – MH -190 Interest from Public Sector and other undertakings – SH(21) – Nizam Sugar Factory Limited (to be opened)” and debited from the deposit Head of account “6875 Loans for other Industries - 60- Other Industries - MH.190 – Loans to Public Sector and Other Undertakings SH (04) – Loans to other Companies for implementing VRS” 001. Loans to other companies for implementing VRS.

The Accountant General (A&E), Andhra Pradesh, Hyderabad is requested to make the necessary book adjustments by proposing transfer entries under the head of accounts mentioned in para (5) above.

The M.D, NSL Hyderabad shall take necessary action for adjusting the above amount in the accounts of the Accountant General, Andhra Pradesh, Hyderabad.

This order issues with the concurrence of Finance (Exp:Ind & Com) Dept., vide their U.O.No.17346/243/Expr.I&C/2013, dated:25-07-2013.

(BY ORDER AND IN THE NAME OF THE OF THE GOVERNOR OF ANDHRA PRADESH)

K. PRADEEP CHANDRA
PRINCIPAL SECRETARY TO GOVERNMENT (I/c)

To
The M.D, NSL Hyderabad.
The A.G. A.P, Hyderabad.
Copy to:
The Finance (Exp:Ind & Com) Dept.,
P.S to Prl. Secretary to Hon’ble C.M
P.S to Prl. Secretary to Govt. P.E Dept.,
The Pay and Accounts Officer, Hyderabad.
The Director of Treasuries & Accounts, Hyderabad.
SF/SC

//FORWARDED:BY:ORDER//

SECTION OFFICER